

Assessment

Module 6: Exemptions

Part 1

Answer each of the following questions by typing your response in the space provided or by clicking on the correct answer. To assess your answers, click the *Check My Answers* button at the bottom of the page.

- 1) List the two types of exemptions. Separate your answers with commas.

Type Answer Here

- 2) An exemption increases the income that is subject to tax.

- ☐ A. True
☐ B. False

- 3) A taxpayer and his or her spouse can each claim a personal exemption.

- ☐ A. True
☐ B. False

- 4) What type of exemption do taxpayers claim for their infant children?

Type Answer Here

- 5) A taxpayer cannot claim a personal exemption on his or her own tax return when he or she can be claimed as a dependent on another taxpayer's return.

- ☐ A. True
☐ B. False

Part 2

For each situation, enter the total number of exemptions each taxpayer can claim in the space provided. To assess your answers, click the *Check My Answers* button at the bottom of the page.

- 1) Charlissa is 20 years old and a full-time student. She earned \$6,000 in her part-time job. Her parents provided more than half of her support. How many exemptions can Charlissa claim on her tax return?

Type Answer Here

- 2) Mr. and Mrs. Song file a joint return. They have no children or dependents. They cannot be claimed as dependents on any other tax return. How many exemptions can the Songs claim on their joint tax return?

Type Answer Here

- 3) Art and Ella Sullivan filed a joint return in 2006. Ella died in January 2007. In November 2007, Art married Katie. If there are no children or dependents, how many exemptions can Art and Katie claim on their joint tax return?

Type Answer Here

- 4) Richard and Cheryl are married. Both were employed during the entire tax year. Cheryl's filing status is married filing a separate return. Cheryl provides 75 percent of the support of her three children. The children did not earn any income during the tax year. Assume all

other dependency tests are met. Richard claims an exemption for himself on his tax return.

How many exemptions can Cheryl claim on her tax return?

Type Answer Here

Check My Answers

